



Georgia Department of Revenue Motor Fuel Tax Bulletin

Prepaid State Tax Rates

Effective: December 1, 2005

The 2003 General Assembly, through House Bill 43 (Act 343) changed the method of collecting and remitting the 3% Second Motor Fuel Tax and the 1% State Sales & Use Tax on sales or use of motor fuel. Effective January 1, 2004, all licensed motor fuel distributors (suppliers) in the State of Georgia must collect a Prepaid State Tax on all motor fuel sold to any purchaser not licensed as a Georgia distributor. The Prepaid State Tax combines these two percentage taxes and will be collected at the time of sale by the licensed distributor. The new prepaid State Tax rate for each fuel type is based upon an indexed retail sales price converted to a cent per gallon rate.

Effective December 1, 2005, the following Prepaid State Tax Rates must be collected by the licensed distributor on all sales of motor fuel sold to any purchaser not licensed as a Georgia distributor. The Prepaid State Tax rates will be effective December 1, 2005 through December 31, 2005.

The State Excise Tax rate of 7 ½ cents per gallon must also be collected at the time of sale.

<u>Motor Fuel Type</u>	<u>3% Prepaid State Tax Rate (State, County & Municipalities Only)</u>	<u>4% Prepaid State Tax Rate (All Other Motor Fuel Sales)</u>
1. Gasoline	\$0.072 ¢ Per/Gal.	\$0.096 ¢ Per/Gal.
2. Diesel (Clear/Dyed)	\$0.073 ¢ Per/Gal.	\$0.097 ¢ Per/Gal.
3. Aviation Gasoline (1)	\$0.107 ¢ Per/Gal.	\$0.143 ¢ Per/Gal.
4. L.P.G.	\$0.048 ¢ Per/Gal.	\$0.064 ¢ Per/Gal.
5. Special Fuel (includes CNG)	\$0.067 ¢ Per/Gal.	\$0.089 ¢ Per/Gal.

The Prepaid State Tax Rate will be published biannually and will be posted to the Department of Revenue web site in May and November of each year, or more frequently, in the event of a 25% change in the average selling price of motor fuel during the tax period. You may contact the Motor Fuel Tax Unit at (404) 417-6712, should you have any questions regarding implementation of the Prepaid State Tax Rate.

Note: (1) The Prepaid State Tax rate for this period was based on the average selling price of AvGas from a survey of over 100 Fixed Base Operators (FBO's) in Georgia. The Department believes that the survey of Georgia FBO's more accurately reflects the average selling price of AvGas to the end-user in Georgia.